

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

PHILIP Y. BROWN, ESQ., *Chairman*

JOSEPH E. CONNARTON, *Executive Director*

Auditor SUZANNE M. BUMP | KATHLEEN M. FALLON | KATE FITZPATRICK | JAMES M. MACHADO | ROBERT B. MCCARTHY | JENNIFER F. SULLIVAN

MEMORANDUM

TO: Somerville Retirement Board
FROM: Joseph E. Connarton, Executive Director
RE: Appropriation for Fiscal Year 2020
DATE: December 5, 2018

Required Fiscal Year 2020 Appropriation: **\$15,226,941**

This Commission is hereby furnishing you with the amount to be appropriated for your retirement system for Fiscal Year 2020 which commences July 1, 2019.

The Board adopted a funding schedule in 2017 which PERAC did not approve. Our June 19, 2017 memorandum outlined our concerns and requested the Board reconsider the adoption of that schedule. The Board discussed our request but decided to maintain the schedule. We have maintained the FY19 appropriation amount for FY20 since the schedule adopted by the Board extends beyond FY30, and the FY20 amount shown in the schedule decreased from FY19. We hope to work with the Board as it considers alternative schedules as part of the January 1, 2019 actuarial valuation.

Attached please find the Fiscal Year 2020 appropriation to be paid by each of the governmental units within your system.

If you have any questions, please contact PERAC's Actuary, Jim Lamenzo, at (617) 666-4446 Extension 921.

JEC/jrl
Attachment

cc: Office of the Mayor
Board of Aldermen
c/o City Clerk

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Somerville Retirement Board
Appropriation by Governmental Unit

Fiscal Year 2020 - July 1, 2019 to June 30, 2020

Aggregate amount of appropriation: **\$15,226,941**

UNIT	Percent of Aggregate Amount	Funding Schedule (excluding ERI)	ERI	Total Appropriation
City of Somerville	93.62%	\$13,902,713	\$370,656	\$14,273,369
Somerville Housing Authority	6.38%	\$947,440	\$6,132	\$953,572
UNIT TOTAL	100%	\$14,850,153	\$376,788	\$15,226,941

The Total Appropriation column shown above is in accordance with your current funding schedule and the scheduled payment date(s) in that schedule. Whenever payments are made after the scheduled date(s), the total appropriation should be revised to reflect interest at the rate assumed in the most recent actuarial valuation. Payments should be made before the end of the fiscal year.